COMMONWEALTH OF KENTUCKY

BEFORE THE PUBLIC SERVICE COMMISSION

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In the Matter of:

AN EXAMINATION BY THE PUBLIC SERVICE )
COMMISSION OF THE APPLICATION OF THE )
FUEL ADJUSTMENT CLAUSE OF BEREA COLLEGE )
CASE NO. 8060
ELECTRIC UTILITY DEPARTMENT PURSUANT )
TO 807 KAR 5:056E, SECTIONS 1(11) AND )
(12)

## ORDER

Pursuant to 807 KAR 5:056E, Sections 1(11) and (12), and following proper notice, a hearing was held on January 29, 1981, to review the operation of the standard fuel adjustment clause to determine the amount of fuel cost that should be transferred to the base rates of the utility, and to re-establish the fuel adjustment charge.

The Applicant currently purchases its power from Kentucky Utilities Company (KU). The wholesale power rates and the Fuel Adjustment Clause applicable to sales by KU to the Applicant are subject to the Federal Energy Regulatory Commission (FERC).

As a part of this review the Commission has analyzed monthly filings made by the Applicant in conjunction with the schedule of over- or under-recoveries of fuel cost requested in this proceeding. The Commission's review indicates the monthly report should be revised in order to obtain a more accurate measure of under- and over-recovery of fuel cost shown in that report.

The Commission, after review of the evidence of record and being advised, FINDS:

- (1) That the Applicant proposes no transfer (roll-in) of fuel cost into the base rates.
- (2) That revisions should be made in the monthly report currently being filed by the Applicant.

IT IS THEREFORE ORDERED, that base rates included in the Applicant's tariffs currently on file with the Commission shall remain unchanged as a result of the Commission's Order in this case.

IT IS FURTHER ORDERED, that the revised monthly report, Appendix "A" to this Order, be used by the Applicant for all filings made after the date of this Order under 807 KAR 5:056E to recover or refund fuel charges or credits billed or refunded by its wholesale supplier.

Done at Frankfort, Kentucky, this 13th day of March, 1981.

PUBLIC SERVICE COMMISSION

Chairman

Satherine Bandall

Vice Chairman

Sint January

Commissioner

ATTEST:

Secretary

## CALCULATION OF UNRECOVERABLE FUEL COST DUE TO EXCESSIVE LINE LOSS FOR THE MONTH ENDED

Purchases For the Month (KWH) 1. 2. Less Line Loss (10% X Ll) Sales (L1 less L2) 3. Unrecoverable Fuel Charge Per KWH: 4. FAC Rate based on Actual Line Loss (Current Month's Report L3a ÷ (100% Less L6) ъ. FAC Rate based on 10% Line Loss (Current Month's Report L3a ÷ 90%) Increment unrecoverable c. Unrecoverable Fuel Cost -L4c X L3 carry to Line 5.

Note: This schedule is to be filed for each month that the 12 month average Line Loss exceeds 10% and the amount billed by the supplier is a charge. This schedule is not to be filed if the amount billed by the supplier is a credit.

1b of current months report)